COMMUNITY RESOURCES AND EMPLOYMENT CENTRAL TRUST ACCOUNT

FINANCIAL STATEMENTS

For the Year Ended March 31, 2004

Provincial Auditor Saskatchewan

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SASKATCHEWAN

AUDITOR'S REPORT

To the Members of the Legislative Assembly of Saskatchewan

I have audited the statement of net assets available for benefits of the Community Resources and Employment Central Trust Account as at March 31, 2004 and the statement of changes in net assets available for benefits for the year then ended. The Trust Account's management is responsible for preparing these financial statements for Treasury Board's approval. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the net assets available for benefits of the Community Resources and Employment Central Trust Account as at March 31, 2004 and the changes in its net assets available for benefits for the year then ended in accordance with Canadian generally accepted accounting principles.

Regina, Saskatchewan
June 9, 2004

Fred Wendel, CMA, CA
Provincial Auditor

Statement 1

COMMUNITY RESOURCES AND EMPLOYMENT CENTRAL TRUST ACCOUNT
STATEMENT OF NET ASSETS AVAILABLE FOR BENEFITS
As at March 31

	Armour Trust	Balison Trust	Total 2004	Total 2003
ASSETS				
Due from General Revenue Fund (Note 3)	$ 61,382	$ 169	$ 61,551	$ 59,705
Accrued interest	372	---	372	517
	$ 61,754	$ 169	$ 61,923	$ 60,222
FUND BALANCE				
Net assets available for benefits (Statement 2)	$ 61,754	$ 169	$ 61,923	$ 60,222

(see accompanying notes to the financial statements)

Statement 2

COMMUNITY RESOURCES AND EMPLOYMENT
CENTRAL TRUST ACCOUNT
STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS
Year Ended March 31

	Armour Trust	Balison Trust	Total 2004	Total 2003
Increase in assets				
- Interest	$ 1,700	$ ---	$ 1,700	$ 2,935
- Estate distributions	---	---	---	---
Decrease in assets				
- to or on behalf of children	---	---	---	(78,766)
Increase (decrease) in assets	1,700		1,700	(75,831)
Net assets available for benefits, beginning of year	60,054	169	60,223	136,053
Net assets available for benefits, end of year (to Statement 1)	$ 61,754	$ 169	$ 61,923	$ 60,222

(see accompanying notes to the financial statements)

COMMUNITY RESOURCES AND EMPLOYMENT
CENTRAL TRUST ACCOUNT
NOTES TO THE FINANCIAL STATEMENTS
March 31, 2004

1. Authority and Purpose of Trust

The Community Resources and Employment Central Trust Account was established under Section 13 of *The Department of Social Services Act.*

In accordance with Section 15 of *The Department of Social Services Act,* the Department administers funds received from the Armour and Balison Estates.

The Armour Trust has a 1/4 interest in the Armour Estate. TD Canada Trust is the executor and therefore administers the Armour Estate. The Armour Estate owns a 1/2 interest in real estate situated between the Regina city limits and the IPSCO steel mill. The land is presently rented for farming purposes. The Armour Trust receives its share of farm land rent from the Armour Estate. The trust funds are held on behalf of Dales House, an institution operated by the Department of Community Resources and Employment.

At March 31, 2004 the Armour Trust's share of the fair market value of assets in the Armour Estate consisted of cash and short-term notes **$196 ($2003 - $365)**, and real estate **$18,000 ($2003 - $18,000)**.

2. Significant Accounting Policies

These financial statements are prepared in accordance with Canadian generally accepted accounting principles.

Estate distributions to the trusts are recorded as an increase in net assets available for benefits in the period they are distributed.

3. Due From General Revenue Fund

The trust funds are included in the Consolidated Offset Bank Concentration (COBC) arrangement for the Government of Saskatchewan.

Interest earned is calculated and paid by the General Revenue Fund on a quarterly basis into the Trust's bank account using the Government's 30 day borrowing rate and the Trust's average daily bank account balance. The Government's average thirty day borrowing rate for the year is 2.8% (2003-2.6%).

4. Related Party Transactions

In accordance with established government practice, the Trust Account has not been charged with any occupancy costs and no provision for such costs is reflected in these statements. These costs, together with certain general administrative and employee benefit costs, are absorbed by the Department of Community Resources and Employment appropriation.

5. Financial Instruments

Financial instruments consist of due from General Revenue Fund and accrued interest. There are no significant terms and conditions related to the financial instruments that may affect the amount, timing and certainty of future cash flows. The fair value of these instruments approximates carrying value due to the immediate or short-term maturity.